



4004

ANNUAL REPORT

OF

Name: TENNEY TELEPHONE COMPANY

Principal Office: 301 S WESTFIELD RD
P.O. BOX 5901
MADISON, WI 53705-0901

For the Year Ended: DECEMBER 31, 1999

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
CO	.....	Central Office
Depr	.....	Depreciation
Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
FOY	.....	First of Year
Info	.....	Information
ITC	.....	Investment Tax Credit
Misc	.....	Miscellaneous
Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
Prop	.....	Property
Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
Svcs	.....	Services
Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: TENNEY TELEPHONE COMPANY
Utility Location: 301 S WESTFIELD RD
P.O. BOX 5901
MADISON, WI 53705-0901

Utility Web Site Address:

When was utility organized?: 01/01/1904

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: JOHN R. ERPENBACH
Title: ACCOUNTING MANAGER

Office Address: 301 SOUTH WESTFIELD ROAD
P.O. BOX 5158
MADISON, WI 53705-0158

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4289
Email Address: john.erpenbach@tdstelecom.com

Individual or firm, if other than utility employee, preparing this report

Name: DENISE A. HOLPIN
Title: ACCOUNTANT
Firm: TDS TELECOM
Office Address: 301 SOUTH WESTFIELD ROAD
P.O. BOX 5158
MADISON, WI 53705-0158

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4342
Email Address: denise.holpin@tdstelecom.com

Person responsible for financial information contained in report

Name: MR JOHN R. ERPENBACH
Title: ACCOUNTING MANAGER
Office Address: 301 S. WESTFIELD RD.
P.O. BOX 5158
MADISON, WI 53705-0158

Fax Number: (608) 664 - 4519
Telephone Number: (608) 664 - 4289
Email Address: john.erpenbach@tdstelecom.com

Person responsible for statistical information contained in report

Name: VARIOUS CONTACTS
Title: X

A

Office Address: 301 S. WESTFIELD RD.
P.O. BOX 5158
MADISON, WI 53705-0158
Fax Number: (608) 664 - 4519
Telephone Number: (608) 999 - 9999
Email Address:

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name: TDS TELECOMMUNICATIONS CORPORATION
Address: 301 SOUTH WESTFIELD ROAD
MADISON, WI 53717-1707

Number of Shares Held: 3,335
Beneficial Owner: NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name: NONE
Form of Interest: NONE
Extent Of Interest: NONE

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	860,249	812,130	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	66,160	95,992	2
Plant Nonspecific Operations Expense	282,454	243,784	3
Customer Operations Expense (6610-6620)	188,079	170,447	4
Corporate Operations Expense (6710-6790)	182,233	156,436	5
Other Operating Income and Expense (7100)	58	2,174	6
Operating Taxes (7200)	74,286	73,935	7
Total Operating Expenses	793,154	738,420	8
Net Operating Income	67,095	73,710	9
Other Income			
Nonoperating Income and Expense (7300)	2,078	3,624	10
Nonoperating Taxes (7400)	689	812	11
Interest and Related Items (7500)	44,994	46,512	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	10,661	14,178	14
Total Nonoperating Income	(32,944)	(29,522)	15
Net Income	34,151	44,188	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

TELEPHONE PLANT

Telephone plant is stated as the original cost of construction including capitalized costs such as taxes, pensions, and other fringe benefits, and an allowance for funds used during construction (AFUDC).

DEPRECIATION

The company provides depreciation for financial reporting purposes using the straight-line method. Renewals and betterments of units of property are charged to telephone plant in service. The original cost of depreciable property retired, together with removal cost less any salvage realized, is charged to accumulated depreciation. Repairs and renewals of minor items of property are charged to maintenance expense. No gain or loss is recognized in connection with ordinary retirements of depreciable property.

REVENUES

Operating and nonoperating revenues are recognized when earned regardless of the period in which they are billed.

Compensation for all intrastate service is received through tariffed access charges billed to the long distance carrier and retained by the company.

Compensation for interstate access services is received through tariffed access charges filed by the National Exchange Carrier Association (NECA) with the Federal Communications Commission (FCC) on behalf of the member companies. These access charges are billed by the company to the interstate long distance carrier, and pooled with like revenues from all NECA member companies.

PENSION

The company is a member of the Telephone and Data Systems, Inc. Employees' Pension Trust I. This qualified, noncontributory defined contribution pension plan covers substantially all company employees. Under this plan, pension benefits and costs are funded currently.

INCOME TAXES

The company is included in the TDS consolidated federal income tax return. For financial reporting purposes, the company computes its federal income tax by applying the statutory rate to all its taxable income.

The company uses the full-normalization method for all timing differences with the resulting book-tax differences being provisioned through the deferred tax accounts. Deferred income taxes resulting from accelerated depreciation used for income tax purposes had previously been provided through the depreciation accounts. Such deferred taxes are credited to income as the related timing differences reverse. Investment tax credits

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

Income as the related timing differences reverse. Investment tax credits resulting from investments in qualifying telephone plant and equipment have been deferred and are being amortized to income over the service lives of the related property.

-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None.

-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

The company is restricted from transferring funds to the parent or other affiliates in the form of cash dividends until certain financial requirements of its mortgage indentures have been met. At December 31, 1999 the company could distribute up to \$134,085 to the parent or other affiliates in the form of cash dividends.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*			1
Cash (1130)	27,170	125,215	2
Special Cash Deposits (1140)		0	3
Working Cash Advances (1150)	350	350	4
Temporary Investments (1160)		0	5
TOTAL CASH AND EQUIVALENTS	27,520	125,565	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	65,270	38,285	6
Accounts Receivable Allowance-Telecom (1181)*		0	7
Net: Telecommunications Accounts Receivable	65,270	38,285	
Other Accounts Receivable (1190)*	143,595	83,072	8
Accounts Receivable Allowance--Other (1191)*		0	9
Net: Other Accounts Receivable	143,595	83,072	
Notes Receivable (1200)*		0	10
Notes Receivable Allowance (1201)*		0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	398	495	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	209,263	121,852	
SUPPLIES			
Inventories (1220)*	15,620	16,723	13
TOTAL SUPPLIES	15,620	16,723	
PREPAYMENTS			
Total Prepayments (1280)*			14
Prepaid Rents (1290)		0	15
Prepaid Taxes (1300)	754	818	16
Prepaid Insurance (1310)	2,746	0	17
Prepaid Directory Expenses (1320)	611	348	18
Other Prepayments (1330)	4,028	3,998	19
TOTAL PREPAYMENTS	8,139	5,164	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	510	510	20
TOTAL OTHER CURRENT ASSETS	510	510	
TOTAL CURRENT ASSETS	261,052	269,814	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	0	0	21
RTB Class B Stock (1402)*			22
Other Investments in Nonaffiliated Companies (1402)*			23
Nonregulated Investments (1406)*	12,269	8,840	24
Unamortized Debt Issuance Expense (1407)*	1,238	1,287	25
Sinking Funds (1408)*		0	26

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*		0	27
TOTAL INVESTMENTS	13,507	10,127	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	21,223	23,122	28
Deferred Maintenance and Retirements (1438)*		0	29
Deferred Charges (1439)*	(9)	2,173	30
TOTAL DEFERRED CHARGES	21,214	25,295	
TOTAL NONCURRENT ASSETS	34,721	35,422	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	2,984,493	2,728,313	31
Less: Accumulated Depreciation (3100)*	1,617,087	1,448,899	32
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	34
Less: Accumulated Amortization--Intangible (3500)*		0	35
NET TELECOMMUNICATIONS PLANT IN SERVICE	1,367,406	1,279,414	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*		0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*		0	38
Less: Accumulated Depreciation--Nonoperating (3300)*		0	39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	38,815	3,900	40
TOTAL TPUC	38,815	3,900	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*		0	41
Less: Accumulated Amortization--Other (3600)*		0	42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	1,406,221	1,283,314	
TOTAL ASSETS AND OTHER DEBITS	1,701,994	1,588,550	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	143,554	90,819	1
Notes Payable (4020)*	285,000	250,000	2
Advance Billing and Payments (4030)*	8,000	6,100	3
Customer Deposits (4040)*		200	4
Current Maturities--Long-Term Debt (4050)*	22,542	21,813	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	2,591	(1,046)	7
Other Taxes--Accrued (4080)*	2,470	(7,078)	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*		0	10
Other Accrued Liabilities (4120)*	4,415	7,883	11
Other Current Liabilities (4130)*	3,600	2,273	12
TOTAL CURRENT LIABILITIES	472,172	370,964	
LONG-TERM DEBT			
Funded Debt (4210)*	498,714	521,285	13
Premium on Long-Term Debt (4220)*		0	14
Discount on Long-Term Debt (4230)*		0	15
Reacquired Debt (4240)*		0	16
Obligations Under Capital Leases (4250)*		0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*		0	19
TOTAL LONG-TERM DEBT	498,714	521,285	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	(3,759)	(4,507)	20
Unamortized Operating ITC--Net (4320)*	1	1	21
Unamortized Nonoperating ITC--Net (4330)*		0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	110,663	108,840	23
Net Deferred Tax Liability Adjustments (4341)*	8,967	10,602	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*		0	25
Other Deferred Credits (4360)*		0	26
Deferred Tax Regulatory Liability (4361)*	2,942	3,205	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	118,814	118,141	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	166,750	166,750	28
Additional Paid-in Capital (4520)*		0	29
Treasury Stock (4530)*		0	30
Other Capital (4540)*		0	31
Retained Earnings (4550)*	445,555	411,404	32
TOTAL STOCKHOLDERS' EQUITY	612,305	578,154	
TOTAL LIABILITIES AND OTHER CREDITS	1,702,005	1,588,544	

IMPORTANT CHANGES DURING THE YEAR

1. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

None .

2. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

None .

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Badger Telecom, Inc.	BADGER	1
Black Earth Telephone Company	BLACK EAR	2
Central State Telephone Company	CENTRAL	3
Midway Telephone Company	MIDWAY	4
Mount Vernon Telephone Company	MT. VERNON	5
Other	OTHER	6
Riverside Telecom, Inc.	RIVERSIDE	7
Suttle Press, Inc.	SUTTLE	8
Telephone and Data Systems, Inc.	TDS CORP	9
TDS Computing Services, Inc.	TDS/CS	10
TDS Telecom, Inc.	TDS-TEL	11
Telecommunications Technologies Fund	TTF	12

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

Particulars	(a)	(b)	(c)	(d)	(e)	
Docket		0005TI000124	0005TI000124	0005TI000124	0005TI000124	
Name of Affiliate		OTHER	SUTTLE	TDS CORP	TDS/CS	1
Designate whether billed to or from:		FROM	FROM	FROM	FROM	2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)		C	M	C	C	3
Total Dollar Activity		24,299	350	18,034	33,155	4
Percent of affiliate's business billed to all affiliated regulated utilities			63.00			5
If cost based, rate of return on equity or markup incorporated in billings		0.00		0.00	15.00	6
Footnotes						

Particulars	(a)	(b)	(c)	(d)	(e)	
Docket		0005TI000124				
Name of Affiliate		TDS-TEL				1
Designate whether billed to or from:		FROM				2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)		C				3
Total Dollar Activity		265,698				4
Percent of affiliate's business billed to all affiliated regulated utilities						5
If cost based, rate of return on equity or markup incorporated in billings		0.00				6
Footnotes						

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	1,564		1
Motor Vehicles	2112	35,265		2
Aircraft	2113	12,762		3 B,K
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	11,200		6
Buildings	2121	62,533		7
Furniture	2122	2,750		8
Office Equipment	2123	0	0	9
General Purpose Computers	2124	250,880	51,874	10 B
TOTAL--GENERAL SUPPORT ASSETS:		376,954	51,874	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	677,294	(208)	12 N
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	281,668	13,800	16
TOTAL--CENTRAL OFFICE ASSETS:		958,962	13,592	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	0		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		0	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	21,830	2,563	22
Aerial Cable	2421	208,566	175	23
Underground Cable	2422	8,181	0	24
Buried Cable	2423	1,144,889	223,343	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	5,305		29
Conduit Systems	2441	3,626		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		1,392,397	226,081	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			1,564	1
2112			35,265	2
2113		(3,191)	9,571	3 B,K
2114			0	4
2115			0	5
2116			11,200	6
2121			62,533	7
2122			2,750	8
2123	0	0	0	9
2124	10,358	4,400	296,796	10 B
	10,358	1,209	419,679	
2211			0	11
2212	0	0	677,086	12 N
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	501	0	294,967	16
	501	0	972,053	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			0	21
	0	0	0	
2411	81		24,312	22
2421	9,952	0	198,789	23
2422	0	0	8,181	24
2423	15,684	0	1,352,548	25
2424	0	0	0	26
2425			0	27
2426	0	0	0	28
2431			5,305	29
2441			3,626	30
	25,717	0	1,592,761	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	2,728,313	291,547
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	36,576	1,209	2,984,493	
2001			0	34
			2,984,493	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	0		1
Company Communications Equipment	2123.2	0		2
Software	2212.1	107,309	3,399	3
Digital Switching - Central Office	2212.2	569,985	(3,607)	4 N
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	259,884	13,800	10
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	21,784		12
Aerial Cable - Nonmetallic	2421.1	23,116		13
Aerial Cable - Metallic	2421.2	185,450	175	14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	8,181		16
Buried Cable - Nonmetallic	2423.1	5,598		17
Buried Cable - Metallic	2423.2	1,139,291	223,343	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	0		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)
(cont.)

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			0	1
2123.2			0	2
2212.1			110,708	3
2212.2			566,378	4 N
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	501		273,183	10
2232.2			0	11
2232.3			21,784	12
2421.1	9,952		13,164	13
2421.2			185,625	14
2422.1			0	15
2422.2			8,181	16
2423.1			5,598	17
2423.2	15,684		1,346,950	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
GENERAL SUPPORT ASSETS					
Motor Vehicles	2112	8,588	11.2	3,948	1
Aircraft	2113	10,792	.0	493	2K
Special Purpose Vehicles	2114	0	.0		3
Garage Work Equipment	2115	0	.0		4
Other Work Equipment	2116	9,441	6.77	756	5
Buildings	2121	50,368	2.6	1,620	6
Furniture	2122	2,165	6.3	168	7
Office Equipment	2123	(104)	14.3	104	8
General Purpose Computers	2124	97,633	14.29	39,797	9B
Total-- GENERAL SUPPORT ASSETS		178,883		46,886	0
CENTRAL OFFICE ASSETS					
Analog Electronic Switching	2211	0	.0		10
Digital Electronic Switching	2212	402,237	8.1800	65,808	11
Electro-Mechanical Switching	2215	0	.0		12
Operator Systems	2220	0	.0		13
Radio Systems	2231	0	.0		14
Circuit Equipment	2232	124,885	9.5299	27,348	15
Total-- CENTRAL OFFICE ASSETS		527,122		93,156	0
INFORMATION ORIG/TERM ASSETS					
Station Apparatus	2311	0	.0		16
Customer Premises Wiring	2321	0	.0		17
Large Private Branch Exchanges	2341	0	.0		18
Public Telephone Terminal Equipment	2351	0	.0		19
Other Terminal Equipment	2362	0	.0		20
Total-- INFORMATION ORIG/TERM ASSETS		0		0	0
CABLE WIRE FACILITIES ASSETS					
Poles	2411	27,423	10.0	2,397	21D
Aerial Cable	2421	210,123	5.96	12,296	22D
Underground Cable	2422	3,044	4.4	360	23
Buried Cable	2423	492,936	4.4	51,444	24
Submarine Cable	2424	0	.0		25
Deep Sea Cable	2425	0	.0		26
Intrabuilding Network Cable	2426	0	.0		27
Aerial Wire	2431	7,584	19.0	1,008	28D

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	1,784	3.0	108	29
Total-- CABLE WIRE FACILITIES ASSETS		742,894		67,613	0
Total Accumulated Depreciation	3100	1,448,899		207,655	0
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
Net Regulated Total Accum Depreciation - 3100					
Columns e, f and I					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112					12,536	1
2113				(3,191)	8,094	2 K
2114					0	3
2115					0	4
2116					10,197	5
2121					51,988	6
2122					2,333	7
2123	0				0	8
2124	10,358			300	127,372	9 B
	10,358	0	0	(2,891)	212,520	
2211					0	10
2212	0				468,045	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	501				151,732	15
	501	0	0	0	619,777	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					0	20
	0	0	0	0	0	
2411	81				29,739	21 D
2421	9,952				212,467	22 D
2422	0				3,404	23
2423	15,684				528,696	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					8,592	28 D

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					1,892	29
	25,717	0	0	0	784,790	
3100	36,576	0	0	(2,891)	1,617,087	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
Office Support Equipment	2123.1	0	9.5			1
Company Communications Equipment	2123.2	(104)	14.3	104		2
Software	2212.1	23,421	25.0	26,832		3
Digital Switching - Central Office	2212.2	378,816	6.62	38,976		4
Digital Switching - Remote	2212.3	0	6.5			5
Step by Step Switching	2215.1	0	.0			6
Crossbar Switching	2215.2	0	.0			7
Satellite and Earth Station Facilities	2231.1	0	.0			8
Other Radio Facilities	2231.2	0	.0			9
Digital Circuit Equipment	2232.1	107,441	9.67	25,464		10
Analog Circuit Equipment	2232.2	0	.0			11
Light Wave Circuit Equipment	2232.3	17,444	8.63	1,884		12
Aerial Cable - Nonmetallic	2421.1	8,991	5.1	1,176		13
Aerial Cable - Metallic	2421.2	201,132	6.0	11,120		14 D
Underground Cable - Nonmetallic	2422.1	0	4.4			15
Underground Cable - Metallic	2422.2	3,044	4.4	360		16
Buried Cable - Nonmetallic	2423.1	2,338	4.8	264		17
Buried Cable - Metallic	2423.2	490,598	4.4	51,180		18
Submarine Cable - Nonmetallic	2424.1	0	.0			19
Submarine Cable - Metallic	2424.2	0	.0			20
Intrabuilding Cable - Nonmetallic	2426.1	0	.0			21
Intrabuilding Cable - Metallic	2426.2	0	.0			22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1					0	1
2123.2					0	2
2212.1					50,253	3
2212.2					417,792	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	501				132,404	10
2232.2					0	11
2232.3					19,328	12
2421.1	9,952				215	13
2421.2					212,252	14 D
2422.1					0	15
2422.2					3,404	16
2423.1					2,602	17
2423.2	15,684				526,094	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

NET DEFERRED OPERATING INCOME TAXES (ACCT. 1350, 1410, 1437, 4100, 4340, 4341 & 4361)

This schedule should be used to report the deferred operating income tax portion of the stated accounts.
Credit amounts should be shown in ().

Particulars (a)	Balance EOY (b)	
PROPERTY RELATED		
Other Current Assets (1350)		1
Other Noncurrent Assets (1410)		2
Deferred Tax Regulatory Asset (1437)	21,223	3
Net Current Deferred Operating Income Taxes (4100)		4
Net Noncurrent Deferred Operating Income Taxes (4340)	(121,968)	5
Net Deferred Tax Liability Adjustments (4341)	(8,967)	6
Deferred Tax Regulatory Liability (4361)	(2,942)	7
Net Property Related Deferred Operating Income Taxes	(112,654)	
Less: Allocation to Nonregulated Activity	0	8
Net Regulated Total Property Related Deferred Operating Income Taxes	(112,654)	
NONPROPERTY RELATED		
Other Current Assets (1350)	510	9
Other Noncurrent Assets (1410)		10
Deferred Tax Regulatory Asset (1437)		11
Net Current Deferred Operating Income Taxes (4100)		12
Net Noncurrent Deferred Operating Income Taxes (4340)	11,305	13
Net Deferred Tax Liability Adjustments (4341)		14
Deferred Tax Regulatory Liability (4361)		15
Total Nonproperty Related Deferred Operating Income Taxes	11,815	

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	411,404	367,216	1
Changes:			
Balance Transferred from Income	34,151	44,188	2
Dividends Declared:			
Common		0	3
Preferred		0	4
Total Dividends Declared	0	0	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings		0	6
Balance--End of Year	445,555	411,404	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*			1
Basic Area Revenue (5001)	268,384	250,708	2
Optional Extended Area Revenue (5002)	6	2	3
Cellular Mobile Revenue (5003)		0	4
Other Mobile Services Revenue (5004)		0	5
Public Telephone Revenue (5010)		0	6
Local Private Line Revenue (5040)	3,002	2,605	7
Customer Premises Revenue (5050)	30	90	8
Other Local Exchange Revenue (5060)	44,480	52,432	9
Other Local Exchange Revenue Settlements (5069)		0	10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	315,902	305,837	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	57,405	56,702	11
Switched Access Revenue (5082)*	210,319	211,361	12
Special Access Revenue (5083)*	21,222	8,306	13 E
TOTAL INTERSTATE ACCESS REVENUES (5080)	288,946	276,369	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*		0	14
Switched Access Revenue (5084.2)*	149,247	139,327	15
Special Access Revenue (5084.3)*	35,953	20,214	16 F
TOTAL INTRASTATE ACCESS REVENUES (5084)	185,200	159,541	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*		0	17
Long Distance Inward-Only Revenue (5111)		0	18
Long Distance Outward-Only Revenue (5112)		0	19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)		0	20
Voice Grade Revenue (5122)		0	21
Audio Program Grade Revenue (5123)		0	22
Video Program Grade Revenue (5124)		0	23
Digital Transmission Revenue (5125)		0	24
Switching Revenue (5126)		0	25
Other Revenue (5128)		0	26
Other Revenue Settlements (5129)		0	27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)		0	28
Other Long Distance Revenue Settlements (5169)		0	29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	0	0	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	36,018	34,049	30
Rent Revenue (5240)*		0	31
Corporate Operations Revenue (5250)*		0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*			33
Special Billing Arrangements Revenue (5261)		(333)	34
Customer Operations Revenue (5262)		0	35
Plant Operations Revenue (5263)		0	36
Other Incidental Regulated Revenue (5264)	575	121	37
Other Revenue Settlements (5269)	43	195	38
Total Miscellaneous Revenue (5260)	618	(17)	
Interstate Billing and Collection Revenue*	15,743	16,507	39
Intrastate Billing and Collection Revenue*	18,488	18,039	40
Total Carrier Billing and Collection Revenue (5270)*	34,231	34,546	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	70,867	68,578	
GROSS OPERATING REVENUES	860,915	810,325	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*			42
Uncollectible Revenue--Telecommunications (5301)	666	848	43
Uncollectible Revenue--Other (5302)		(2,653)	44
TOTAL UNCOLLECTIBLE REVENUE (5300)	666	(1,805)	
TOTAL OPERATING REVENUES	860,249	812,130	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
PLANT SPECIFIC OPERATIONS EXPENSE			
Total Network Support Expense (6110)	3,010	1,099	1
Less: Nonregulated	0	0	2
Net Regulated	3,010	1,099	3
Total General Support Expense (6120)	11,018	20,304	4
Less: Nonregulated	0	0	5 G
Net Regulated	11,018	20,304	6
Total Central Office Switching Expense (6210)	4,504	17,974	7
Less: Nonregulated	0	0	8 H
Net Regulated	4,504	17,974	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated	0	0	11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	13,702	10,826	13
Less: Nonregulated	0	0	14
Net Regulated	13,702	10,826	15
Total Information Orig. / Term. Expense (6310)	0	0	16
Less: Nonregulated	0	0	17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	33,926	45,789	19
Less: Nonregulated	0	0	20 I
Net Regulated	33,926	45,789	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	66,160	95,992	
Less: Nonregulated	0	0	
Net Regulated	66,160	95,992	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)	7,507	2,743	22
Less: Nonregulated	0	0	23
Net Regulated	7,507	2,743	24
Total Network Operations Expense (6530)	64,523	54,620	25
Less: Nonregulated	0	0	26
Net Regulated	64,523	54,620	27
Access Expense (6540)	3,657	1,224	28
Less: Nonregulated	0	0	29
Net Regulated	3,657	1,224	30
Total Depreciation and Amortization Expense (6560)	206,767	185,197	31
Less: Nonregulated	0	0	32
Net Regulated	206,767	185,197	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	282,454	243,784	
Less: Nonregulated	0	0	
Net Regulated	282,454	243,784	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	43,538	42,878	34
Less: Nonregulated	0	0	35
Net Regulated	43,538	42,878	36
Total Services (6620)	144,541	127,569	37
Less: Nonregulated	0	0	38
Net Regulated	144,541	127,569	39
TOTAL CUSTOMER OPERATIONS EXPENSE	188,079	170,447	
Less: Nonregulated	0	0	
Net Regulated	188,079	170,447	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	41,881	21,995	40
Less: Nonregulated	0	0	41 J
Net Regulated	41,881	21,995	42
Total General and Administrative (6720)	140,352	134,441	43
Less: Nonregulated	0	0	44
Net Regulated	140,352	134,441	45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated	0	0	47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	182,233	156,436	
Less: Nonregulated	0	0	
Net Regulated	182,233	156,436	
TOTAL EXPENSES	718,926	666,659	
Less: Nonregulated	0	0	
Net Regulated	718,926	666,659	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. (6511)	0	0	1
Provisioning Expense (6512)	7,507	2,743	2
Total: Reported in Account 6510	7,507	2,743	
Depreciat. Exp.--Tele. Plant in Service (6561)	206,274	184,704	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)		0	4
Amortization Expense--Tangible (6563)		0	5
Amortization Expense--Intangible (6564)		0	6
Amortization Expense--Other (6565)	493	493	7
Total: Reported in Account 6560	206,767	185,197	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	860,915	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		3
Plus: Total Other Operating Income and (Expense) (7100)	58	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>860,973</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	315,902	1
Plus: Total Intrastate Access Revenues (5084)	185,200	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify):		6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>501,102</u>	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	860,915	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		3
Plus: Total Other Operating Income and (Expense) (7100)	58	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify):		8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	860,973	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	315,902	1
Plus: Total Intrastate Access Revenues (5084)	185,200	2
Plus: Total Long Distance Network Services Revenue	0	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify):		6
Assessable Revenues for Universal Service Fund Assessment Purposes	501,102	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	58	2,174	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)		(797)	2
Operating Federal Income Taxes (7220)	19,292	19,091	3
Operating State and Local Income Taxes (7230)	4,804	25	4
Operating Other Taxes (7240)	48,366	47,391	5
Provision for Deferred Operating Income Taxes--Net (7250)	1,824	8,225	6
TOTAL OPERATING TAXES (7200)	74,286	73,935	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)		0	7
Interest Income (7320)	6,663	3,420	8
Income from Sinking and Other Funds (7330)		0	9
Allowance for Funds Used During Construction (7340)	227	364	10
Gains or (Losses) from the Disposition of Certain Property (7350)		0	11
Other Nonoperating Income (7360)	(1,867)	1,406	12
Special Charges (7370)	2,945	1,566	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	2,078	3,624	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	689	812	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	44,994	46,512	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)		0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	10,661	14,178	17

NONREGULATED ACTIVITIES

List the type of nonregulated activities that the company is involved in.

Nonregulated Activity (a)	
1 Sales, leasing, installation and maintenance of 1 & 2 line phones	1
2 Sale, leasing, installation and maintenance of key systems	2
3 Sale, leasing, installation and maintenance pf PBXs	3
4 Sale, installation and maintenance of Direct Broadcast Satellite (DBS)	4
5 Sale, leasing, installation and maintenance of data modems	5
6 Sales and leasing of mobile equipment where the tariff allows.	6
7 Sales and leasing of pager equipment where the tariff allows	7

DISTRIBUTION OF SALARIES AND WAGES

Description (a)	Amount (b)	
Regulated Expense	105,394	1
All Other Accounts	3,638	2
Total Salaries and Wages	109,032	3

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange			1
Extended Area Service			2
Extended Community Calling			3
Other Local-Undefined	184	795	4
Total Local	184	795	
TOLL			
Toll	132	545	5
Total Toll	132	545	
Total Local & Toll	316	1,340	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.					1
Feature Group A -- Term.					2
Feature Group B -- Orig.					3
Feature Group B -- Term.					4
Feature Group C -- Orig.					5
Feature Group C -- Term.					6
Feature Group D -- Orig.	1,691	1,191	464		7
Feature Group D -- Term.	1,272	962	533		8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	2	1
Strand miles of plant - fiber optics	19	2
Route miles of plant - microwave	0	3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	0	7	1 L
56 kbps	5	0	2 L
64 kbps (DS0)	1	0	3 L
1.54 Mbps (DS-1)	0	5	4 L
45 Mbps (DS-3)	0	0	5 L
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	2	1
Strand miles of plant - fiber optics	19	2
Route miles of plant - microwave	0	3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	0	7	1 L
56 kbps	5	0	2 L
64 kbps (DS0)	1	0	3 L
1.54 Mbps (DS-1)	0	5	4 L
45 Mbps (DS-3)	0	0	5 L
SONET OC-1			6
SONET OC-3			7
SONET OC-12			8
SONET OC-48			9
SONET OC-192			10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	139	137	3
2 Party	0	0	4
4 Party	0	0	5
PBX Trunks/System Trunks	11	11	6
Centrex Trunks	0	0	7
Centrex Lines	174	163	8
Key System Trunks	39	40	9
Mobile (Utility Provided Service)	0	0	10
Paging (Utility Provided Service)	0	0	11
FX-Out (Switched)	0	0	12
Pay Telephone	0	0	13
Coin-Operated Pay Telephone	0	0	14
Independent Pay Telephone Provider	0	0	15
Pay Stations - Public	0	0	16
- Semi-Public	0	0	17
- Cust. Owned	0	0	18
Other	0	0	19
Total Business Lines	363	351	20
Residential (Incl. Emp. Concess.)			
1 Party	811	825	21
2 Party	0	0	22
4 Party	0	0	23
FX-Out (Switched)	0	0	24
Other	0	0	25
Total Residential Lines	811	825	26
Total Bus & Res Lines	1,174	1,176	27
Company Used Lines	35	33	28
Total Lines Used	1,209	1,209	29
			30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS	0	0	3
WATS Lines - 800 Service	0	0	4
FX-In-intraLATA	0	0	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	55	127	7
Special Access-interLATA			8
(expressed in equiv. access lines)	31	6	9
Feature Group A Lines	0	0	10
Feature Group B Trunks	0	0	11
Feature Group C Trunks	0	0	12
Feature Group D Trunks	64	61	13
TSPS - Trunks	7	5	14
EAS - Trunks	48	72	15
Cellular Trunks (Pub. Sw. Net.)	0	0	16
Video Distance Learning			17
- discounted (special tariff)	0	1	18
Customers			
Business - 2 Party Customers	0	0	20
Business - 4 Party Customers	0	0	21
Residential - 2 Party Customers	0	0	22
Residential - 4 Party Customers	0	0	23
Other			
Total Central Office, Info. Orig./Term., & Cable			25
Wire Fac. Assets (based on physical location of plant)	2,351,359	2,564,810	27
Total Company Square Miles	113	113	28
Total Company Route Miles	285	286	29
Footnotes			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0060				1
Business					2
1 Party	137				3
2 Party	0				4
4 Party	0				5
PBX Trunks/System Trunks	11				6
Centrex Trunks	---CONF---				7
Centrex Lines	163				8
Key System Trunks	40				9
Mobile (utility provided service)	0				10
Paging (utility provided service)	0				11
FX-Out (Switched)	0				12
Pay Telephone	0				13
Coin-Operated Pay Telephone	0				14
Independent Pay Telephone Provider	0				15
Pay Stations - Public	0				16
- Semi-Public	0				17
- Cust. Owned	0				18
Other	0				19
Total Business Lines	351	0	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	825				22
2 Party	0				23
4 Party	0				24
FX-Out (Switched)	0				25
Other	0				26
Total Residential Lines	825	0	0	0	27
Total Bus & Res Lines	1,176	0	0	0	28
Company Used Lines	33				29
Total Lines Used	1,209	0	0	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	0060				1
Miscellaneous					2
WATS Lines - OutWATS	0				3
WATS Lines - 800 Service	0				4
FX-In-intraLATA	0				5
Special Access-intraLATA					6
(equiv. access lines)	127				7
Special Access-interLATA					8
(equiv. access lines)	6				9
Feature Group A Lines	0				10
Feature Group B Trunks	0				11
Feature Group C Trunks	0				12
Feature Group D Trunks	61				13
TSPS - Trunks	5				14
EAS - Trunks	72				15
Cellular Trunks (Pub. Sw. Net.)	0				16
Video Distance Learning					17
- discounted (special tariff)	1				18
Customers					19
Business - 2 Party Customers	0				20
Business - 4 Party Customers	0				21
Residential - 2 Party Customers	0				22
Residential - 4 Party Customers	0				23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	2,564,810				27
Exchange Square Miles	113				28
Exchange Route Miles	286				29
Footnotes	c				30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

MANUFACTURER ABBREVIATIONS

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EQUIPMENT ABBREVIATIONS

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Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	ALMA				1
PSCW Exchange ID	0060				2
Central Office Name	ALMA				3
PSCW Central Office ID	1				4
Manufacturer of COE (Page 54)	SC				5
Year COE Installed	1990				6
Type of Equipment (Page 54)	D				7
(S)tandalone, (H)ost, (R)emote	S				8
Remote Host PSCW Exchange ID					9
Remote Host PSCW Central Office ID					10
COE Generic Software Release No.	20.0				11
SS7?	No				12
9-1-1?	Yes				13
Access Lines - In Use	1,209				14
- Equipped	1,960				15
- Wired	2,320				16
Trunks - In Use	138				17
- Equipped	384				18
- Wired	384				19
ISDN Available?	No				20
ISDN Lines - In Use (BRI)	0				21
- In Use (PRI)	0				22
Switched 56 Service?	Yes				23
Switched 56 lines in use	0				24
Digital Transmission Facilities: DS-1 - In Use	8				25
DS-3 - In Use	1				26
Advanced Data Service Available:					
Packet Switching?	No				27
SMDS?	No				28
Frame Relay?	No				29
ATM (Asynchronous Trans. Mode)?	No				30
Video Information - Service Available?	Yes				31
- In Use (# lines) ¹	1				32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	40				33
No. of fiber strands working (LIT) in C.O.	8				34
No. of fiber strands for interoffice use	8				35
Miles of fiber sheath in wire center	2				36
Access Tandem Serving this C.O.:					
- C.O. Name	LACROSSE				37
- PSCW C.O. ID	2770-03				38
Does this C.O. do access tandem switching?	No				39
Equal Access: InterLATA (1+)?	Yes				40
Equal Access: IntraLATA (1+)?	Yes				41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

- A)** Contact John Erpenbach at (608) 664-4289 with questions on page 47, page 48, page 49 Special Access Circuits only, page 50, page 51 lines 1-9, page 52 and page 53 lines 1-9. Contact Dave Esser at (608) 664-4530 with questions on page 49 Outside Plant only, page 51 lines 10-30, page 53 lines 10-30 and page 55.
- B)** Amounts listed on pages 23 and 25, in column (g) and pages 27 and 29, column (k) are reclasses between accounts or transfers with affiliates.
- C)** Video Distance Learning circuit is new for 1999.
- D)** PSC approved depreciation rate
- E)** Acct 5083 - 1998 Cost Study true-up increased revenues \$7.4k
- F)** Increase in minutes of use
- G)** Building improvements drove these costs up in 1998.
- H)** E911 enhancement expenses in 1998 are the primary driver in the decrease.
- I)** There was less maintenance coded to buried cable.
- J)** 1999 included moving expenses for the prior company manager
- K)** The dollars showing in account 2113 - Aircraft actually consist of general support assets under \$2,000 and are the result of the FCC docket No. 95-60 for accounting and reporting general support assets under \$2,000.
- L)** The company does not have this type of circuit.
- N)** Credit received for job closed in 1998.